

ALASKA RETIREMENT MANAGEMENT BOARD

FINANCIAL REPORT

AS OF JANUARY 31, 2006

**ALASKA RETIREMENT MANAGEMENT BOARD**  
**Schedule of Investment Income and Changes in Invested Assets**  
**Summary by Fund - Year To Date**  
**July 1, 2005 through January 31, 2006**

<u>Fund Type</u>	<u>Beginning Invested Assets</u>	<u>Investment Income<sup>(1)</sup></u>	<u>Net Contributions/ Withdrawals<sup>(2)</sup></u>	<u>Ending Invested Assets</u>
<b><u>Pension</u></b>				
Public Employees Retirement Trust Fund	\$ 8,586,538,451	\$ 876,672,744	\$ (134,819,088)	\$ 9,328,392,107
Teachers Retirement Trust Fund	4,026,302,239	408,088,014	(145,088,441)	4,289,301,812
Judicial Retirement Trust Fund	73,673,124	7,387,353	(1,568,006)	79,492,471
Military Retirement Trust Fund	14,600,709	932,426	909,480	16,442,616
Subtotal Pension Trust Funds	<u>12,701,114,524</u>	<u>1,293,080,537</u>	<u>(280,566,055)</u>	<u>13,713,629,006</u>
<b><u>Participant Directed</u></b>				
Supplemental Annuity Plan	1,944,218,378	104,406,118	(18,352,389)	2,030,272,107
Deferred Compensation Plan	449,530,523	36,089,850	(1,103,884)	484,516,490
Subtotal Participant Directed Funds	<u>2,393,748,901</u>	<u>140,495,968</u>	<u>(19,456,273)</u>	<u>2,514,788,597</u>
<b>Total All Funds</b>	<u>\$ 15,094,863,425</u>	<u>\$ 1,433,576,505</u>	<u>\$ (300,022,327)</u>	<u>\$ 16,228,417,603</u>

Notes:

(1) Includes interest, dividends, securities lending, expenses, realized and unrealized gains/losses

(2) Includes authorized contributions/withdrawals from the invested funds

**ALASKA RETIREMENT MANAGEMENT BOARD**  
**Schedule of Investment Income and Changes in Invested Assets**

**Summary by Fund**  
**For the Month Ended**  
**January 31, 2006**

<b>Fund Type</b>	<b>Beginning Invested Assets</b>	<b>Investment Income <sup>(1)</sup></b>	<b>Net Contributions/ Withdrawals <sup>(2)</sup></b>	<b>Ending Invested Assets</b>
<b><u>Pension</u></b>				
Public Employees Retirement Trust Fund	\$ 9,074,218,167	\$ 276,624,405	\$ (22,450,465)	\$ 9,328,392,107
Teachers Retirement Trust Fund	4,184,992,390	128,097,599	(23,788,177)	4,289,301,812
Judicial Retirement Trust Fund	77,221,491	2,502,919	(231,939)	79,492,471
Military Retirement Trust Fund	14,288,098	317,106	1,837,412	16,442,616
Subtotal Pension Trust Funds	<u>13,350,720,145</u>	<u>407,542,030</u>	<u>(44,633,169)</u>	<u>13,713,629,006</u>
<b><u>Participant Directed</u></b>				
Supplemental Annuity Plan	2,000,024,460	32,387,681	(2,140,034)	2,030,272,107
Deferred Compensation Plan	472,523,694	11,681,995	310,800	484,516,490
Subtotal Participant Directed Funds	<u>2,472,548,155</u>	<u>44,069,676</u>	<u>(1,829,234)</u>	<u>2,514,788,597</u>
<b>Total All Funds</b>	<u>\$ 15,823,268,300</u>	<u>\$ 451,611,706</u>	<u>\$ (46,462,403)</u>	<u>\$ 16,228,417,603</u>

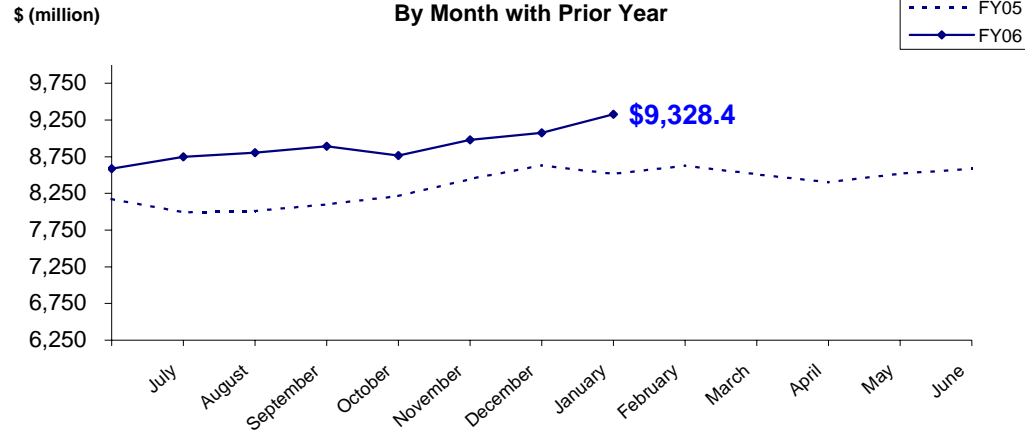
Notes:

(1) Includes interest, dividends, securities lending, expenses, realized and unrealized gains/losses

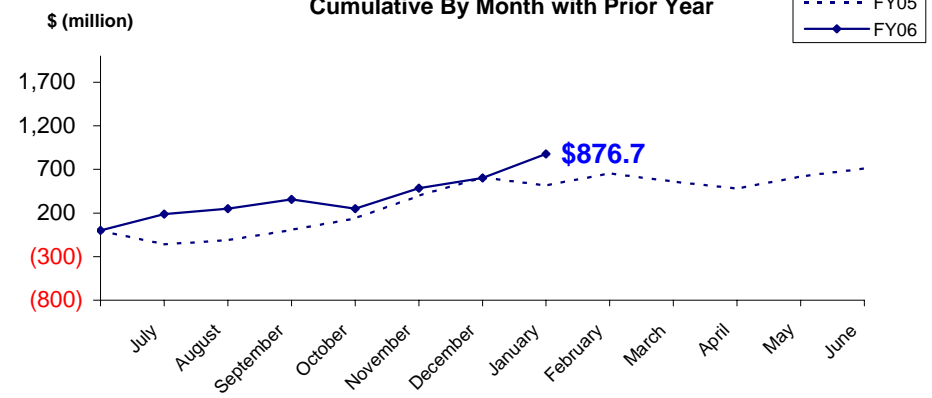
(2) Includes authorized contributions/withdrawals from the invested funds

# PUBLIC EMPLOYEES' RETIREMENT TRUST FUND AS OF JANUARY 31, 2006

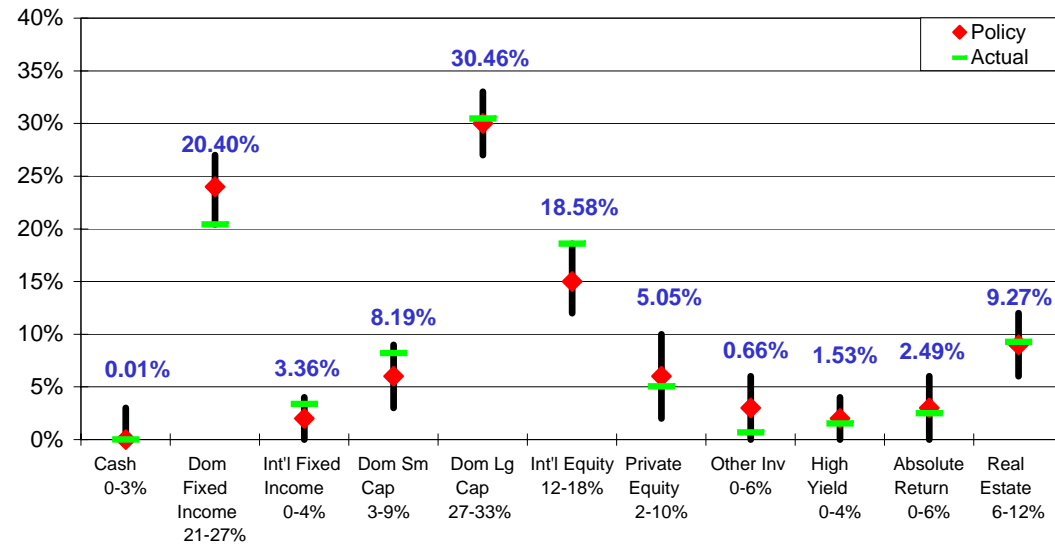
**Total Invested Assets  
By Month with Prior Year**



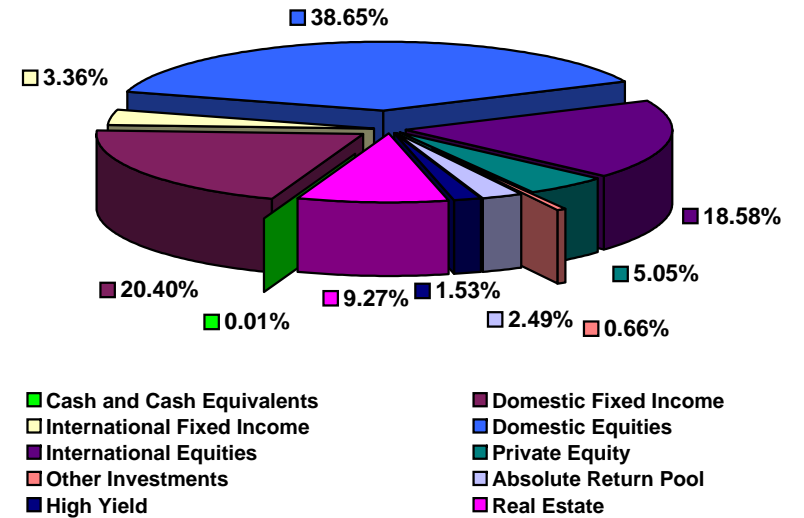
**Investment Income  
Cumulative By Month with Prior Year**



**Actual Asset Allocation v. Target Allocation**

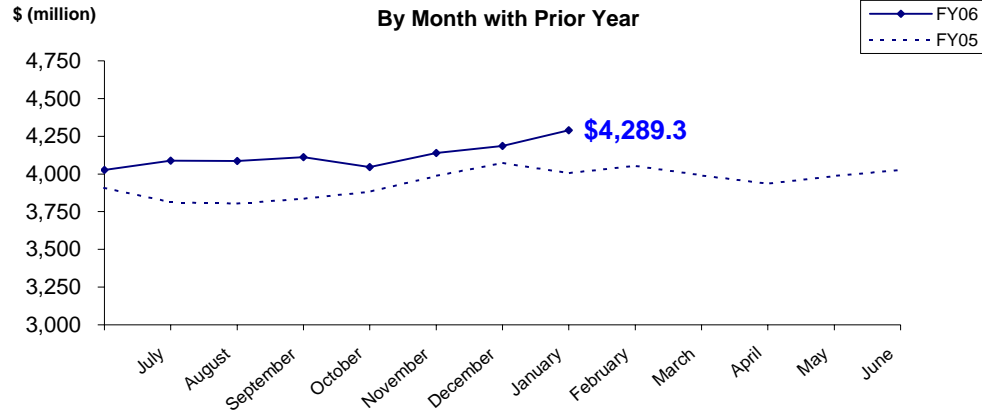


**Invested Assets  
By Major Asset Class**

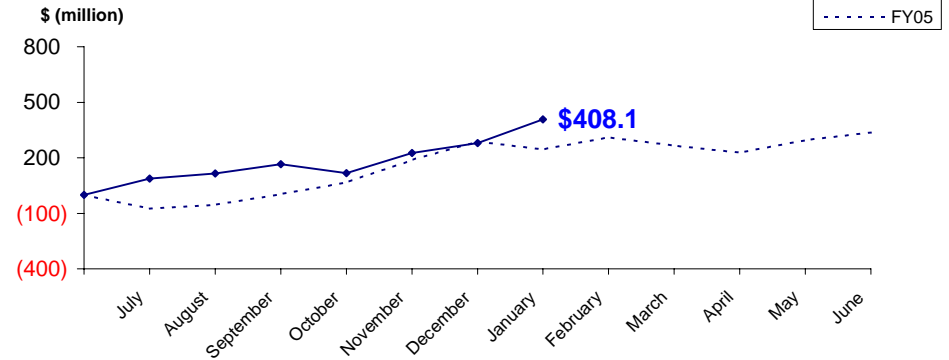


# TEACHERS' RETIREMENT TRUST FUND AS OF JANUARY 31, 2006

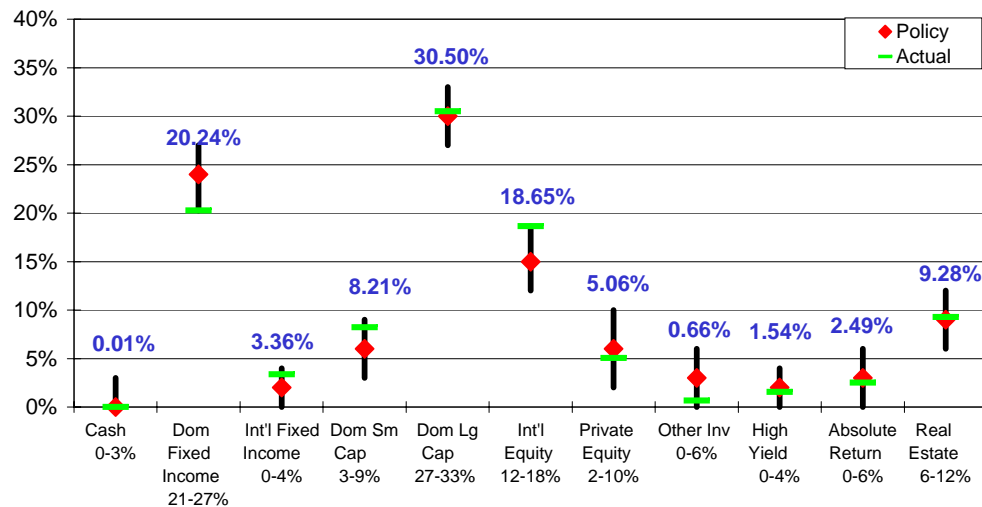
**Total Invested Assets  
By Month with Prior Year**



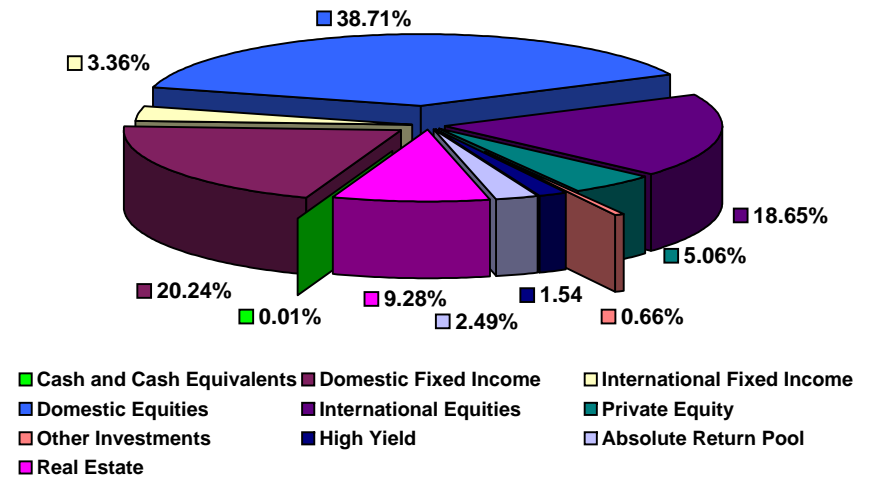
**Investment Income  
Cumulative By Month with Prior Year**



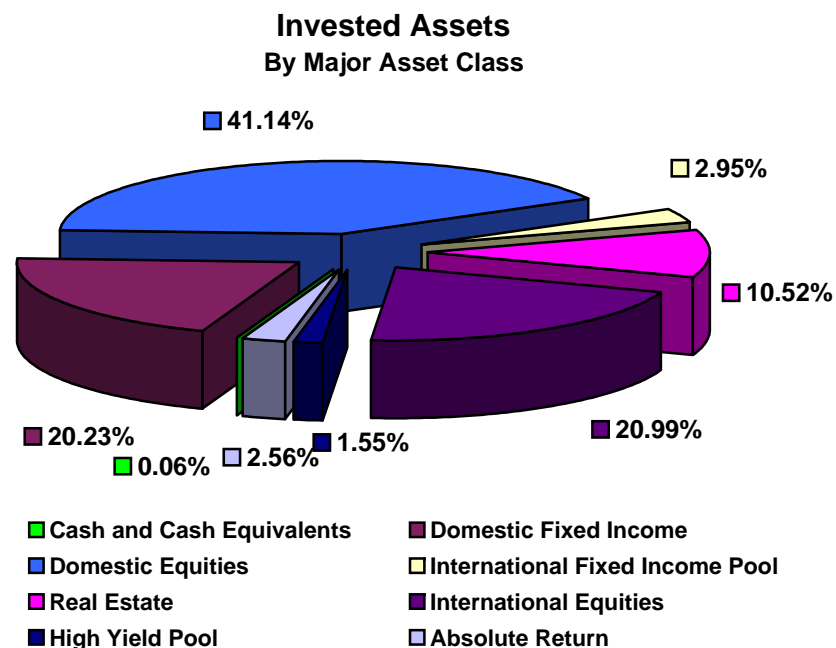
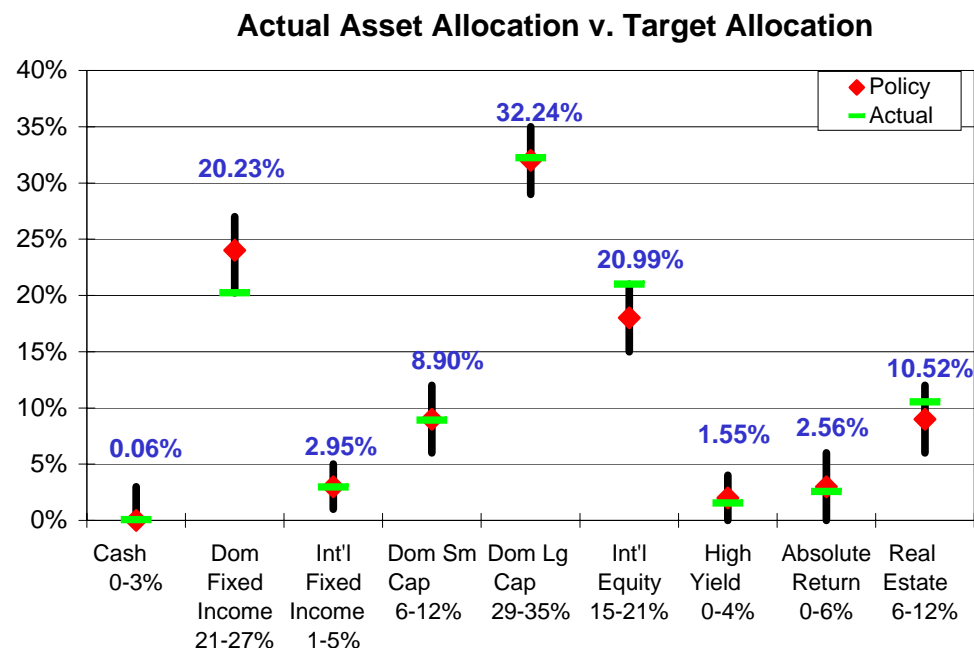
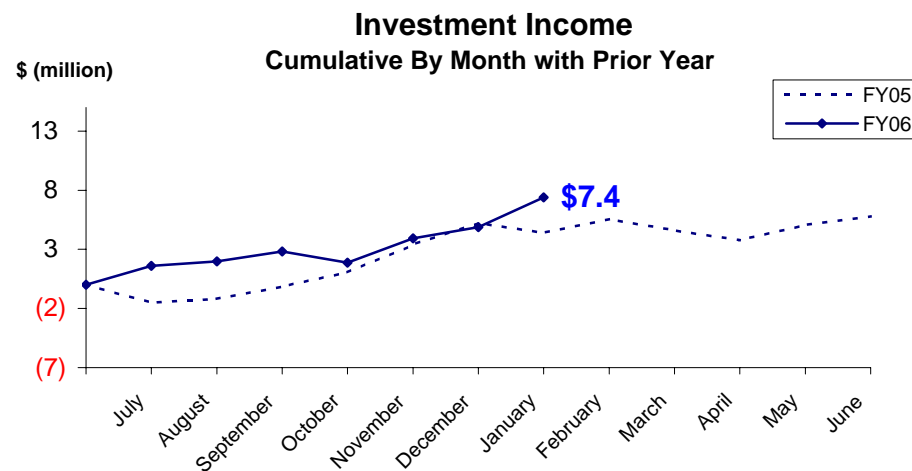
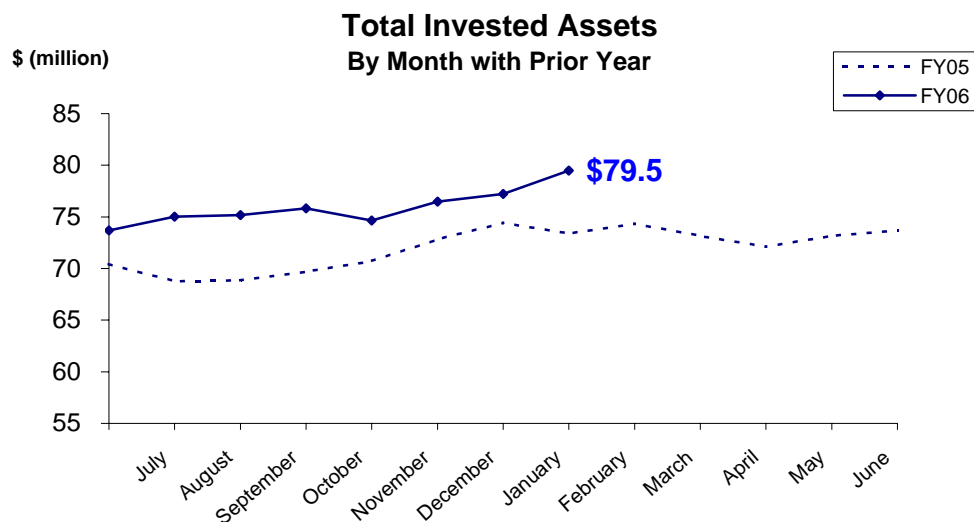
**Actual Asset Allocation v. Target Allocation**



**Invested Assets  
By Major Asset Class**

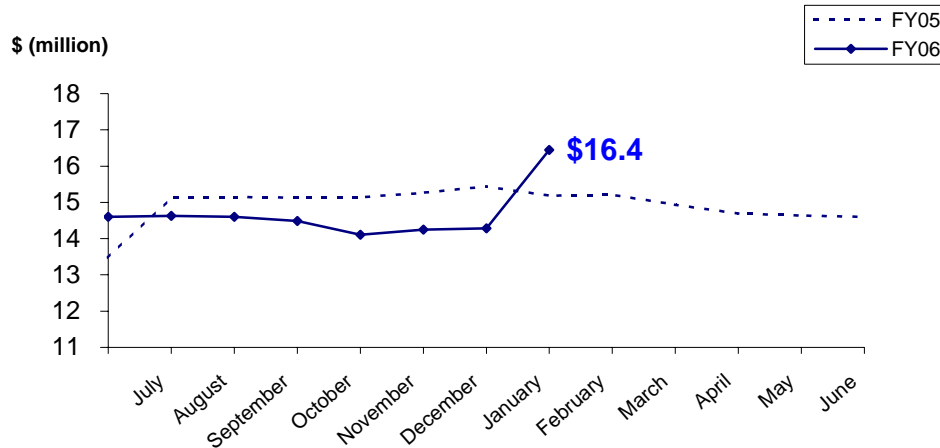


# JUDICIAL RETIREMENT TRUST FUND AS OF JANUARY 31, 2006

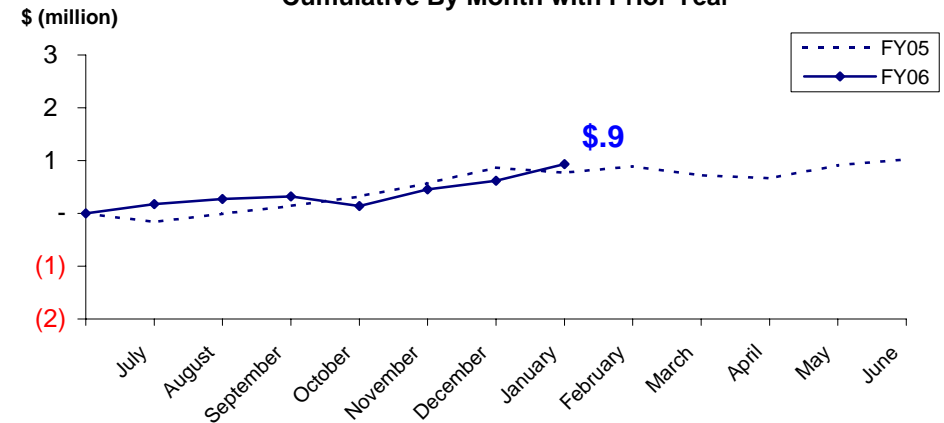


# MILITARY RETIREMENT TRUST FUND AS OF JANUARY 31, 2006

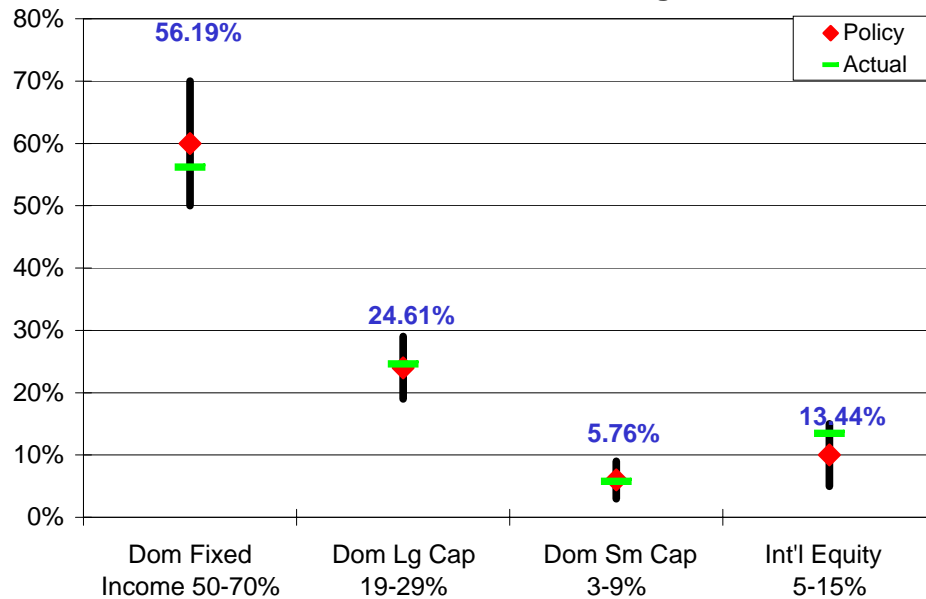
## Total Invested Assets By Month with Prior Year



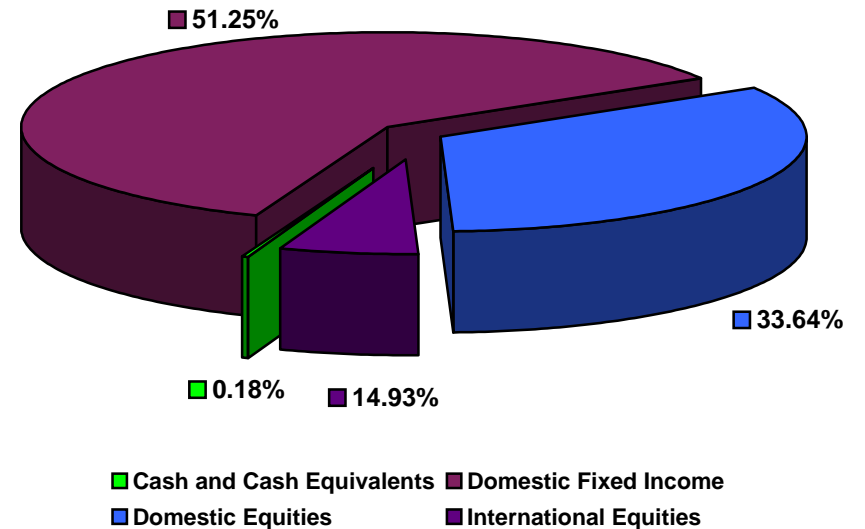
## Investment Income Cumulative By Month with Prior Year



## Actual Asset Allocation v. Target Allocation



## Invested Assets By Major Asset Class



**ALASKA RETIREMENT MANAGEMENT BOARD**  
**Public Employees', Teachers', Judicial and Military Retirement Funds by Manager**  
**Schedule of Investment Income and Changes in Invested Assets for the Month Ended**  
**January 31, 2006**

AY		Beginning Invested Assets	Total Investment Income	Net Contributions (Withdrawals) & Transfers In (Out)	Ending Invested Assets	% of Total	% of Pool Total
70	<b>Short-Term Fixed Income Pool</b>	\$ 227,687	30,375	\$ 856,904	\$ 1,114,966	0.01%	0.01%
77	<b>Internal Fixed Income Investment Pool</b>	1,991,247,203	399,736	(28,173,065)	1,963,473,874	14.32%	14.32%
	<b>External Domestic Fixed Income Pool</b>						
74	Blackrock	832,760,113	203,589	(8,979)	832,954,723	6.07%	6.07%
	<b>International Fixed Income Pool</b>						
63	Mondrian Investment Partners	451,919,054	8,142,616	-	460,061,670	3.35%	3.35%
	<b>High Yield Pool</b>						
9N	ING Investment Management	103,791,916	1,487,936	(10,280)	105,269,573	0.77%	
9P	MacKay Shields, LLC	103,789,752	1,073,229	(4,753)	104,858,228	0.76%	
		207,581,668	2,561,165	(15,033)	210,127,801		1.53%
	<b>Domestic Equity Pool</b>						
	Small Cap Managers						
	Indexed						
9L	SSgA Russell 2000	11,681,044	1,052,159	-	12,733,203	0.09%	
	Actively Managed					0.00%	
4B	TCW Asset Management Company	276,422,165	28,035,097	(7,837)	304,449,425	2.22%	
4D	Turner Investment Partners	268,918,648	27,692,576	(9,927)	296,601,298	2.16%	
4F	Luther King Capital Management	119,419,751	15,106,680	(10,661)	134,515,769	0.98%	
4G	Jennison Associates, LLC	173,266,740	14,903,085	(17,166)	188,152,660	1.37%	
4H	Lord Abbett & Co.	175,544,670	12,376,866	(5,631)	187,915,906	1.37%	
	Total Active	1,013,571,975	98,114,304	(51,221)	1,111,635,058		
	Total Small Cap	1,025,253,019	99,166,463	(51,221)	1,124,368,261		8.20%
	Large Cap Managers						
	Indexed						
37	SSgA S&P 500 Index Fund	1,963,507,771	52,181,747	(8,881)	2,015,680,636	14.70%	
	Total Indexed	1,963,507,771	52,181,747	(8,881)	2,015,680,636		14.70%
	Actively Managed						
30	SSgA Transition Account	-	-	-	-	0.00%	
39	Cap Guardian Trust Co	375,801,460	16,092,294	(3,369)	391,890,385	2.86%	
47	Lazard Freres	341,771,055	7,571,719	(577)	349,342,196	2.55%	
48	McKinley Capital Mgmt.	336,859,509	15,442,992	(1,650)	352,300,851	2.57%	
38	RCM	464,744,867	16,710,455	(2,903)	481,452,419	3.51%	
4a	Tukman, Value	291,077,005	(824,694)	(860)	290,251,451	2.12%	
4J	Relational Investors, LLC	299,540,353	(2,311,354)	991,104	298,220,104	2.17%	
	Total Active	2,109,794,248	52,681,412	981,746	2,163,457,406		15.78%
	Total Domestic Equity Pool	5,098,555,038	204,029,621	921,643	5,303,506,303		38.67%



**ALASKA RETIREMENT MANAGEMENT BOARD**  
**Public Employees', Teachers', Judicial and Military Retirement Funds by Manager**  
**Schedule of Investment Income and Changes in Invested Assets for the Month Ended**  
**January 31, 2006**

		Beginning Invested Assets	Total Investment Income	Net Contributions (Withdrawals) & Transfers In (Out)	Ending Invested Assets	% of Total	% of Pool Total
(Cont.)							
<b>International Equity Pool</b>							
5A	International Transition Account	-	-	-	-	0.00%	
64	Bank of Ireland Asset Mgmt.	23,956	335	-	24,291	0.00%	
65	Brandes Investment Partners	680,771,768	24,738,925	(26,594)	705,484,099	5.14%	
58	Lazard Freres	466,213,946	30,988,324	(15,038)	497,187,232	3.63%	
67	Cap Guardian Trust Co	503,415,231	31,300,081	(50,010,462)	484,704,850	3.53%	
68	State Street Global Advisors	263,165,422	17,181,275	(9,171)	280,337,526	2.04%	
69	McKinley Capital Management	270,984,033	24,107,898	(13,196)	295,078,736	2.15%	
	Total International Equities	2,184,574,355	128,316,839	(50,074,461)	2,262,816,733		16.50%
<b>Emerging Markets Equity Pool <sup>(1)</sup></b>							
61	JP Morgan Investment Mgmt.	122,922,384	12,456,135	-	135,378,519	0.99%	
62	The Capital Group Inc.	138,361,628	15,366,981	-	153,728,609	1.12%	
	Total Emerging Market	261,284,012	27,823,116	-	289,107,128		2.11%
<b>Private Equity Pool</b>							
98	Pathway Capital Management LLC	173,184,463	311,285	4,811,371	178,307,119	1.30%	
85	Abbott Capital	445,352,057	223,302	(1,395,472)	444,179,888	3.24%	
8A	Blum Capital Partners-Strategic	19,368,632	-	-	19,368,632	0.14%	
8B	Blum Capital Partners-Public	46,202,175	-	-	46,202,175	0.34%	
	Total Private Equity	684,107,328	534,588	3,415,899	688,057,815		5.02%
<b>Other Investment Pool</b>							
9A	TCW Energy Fund XD	35,634,446	472,998	241,305	36,348,750	0.27%	
9B	UBS Agrivest, LLC	34,362,809	111,253	4,086,051	38,560,112	0.28%	
9G	Hancock Agricultural Investment Group	6,012,428	1	9,000,000	15,012,429	0.11%	
	Total Other Investments	76,009,683	584,252	13,327,356	89,921,290		0.66%
<b>Absolute Return Pool <sup>(3)</sup></b>							
9D	Mariner Investment Group, Inc.	108,274,459	1,804,296	-	110,078,754	0.80%	
9E	Cadogan Management LLC	114,979,603	1,243,495	-	116,223,098	0.85%	
9F	Crestline Investors, Inc.	113,397,444	1,563,387	-	114,960,831	0.84%	
	Total Absolute Return Investments	336,651,506	4,611,178	-	341,262,684		2.49%
<b>Investments in Real Estate</b>							
82	Real Estate Properties	1,136,962,336	24,114,334	15,119,777	1,176,196,448	8.58%	
9H	REIT Holdings	88,793,388	6,189,814	-	94,983,203	0.69%	
83/84	Mortgage-related Assets <sup>(2)</sup>	46,774	804	(3,208)	44,370	0.00%	
	Total Real Estate Investments	1,225,802,498	30,304,953	15,116,569	1,271,224,020		9.27%
	TOTALS	13,350,720,145	407,542,028	(44,633,167)	13,713,629,006	100.00%	100.00%

(1) Investment is represented by shares in (or as a percentage of) commingled equity investments which, at any given time, may be a combination of securities and cash.

(2) Mortgage-related assets are managed in-house. These assets are valued at their principal balance (cost) less an allowance for loan loss, the result of which approximates market value.

(3) Investment is represented by shares in various hedge funds.

# ALASKA RETIREMENT MANAGEMENT BOARD

## Supplemental Annuity Plan

### Schedule of Investment Income and

### Changes in Invested Assets for the Month Ended

January 31, 2006

	Beginning Invested Assets	Investment Income	Contributions	Withdrawals <sup>(3)</sup>	Transfers in (out)	Ending Invested Assets
<b>Interim Transit Account</b>						
Treasury Division <sup>(1)</sup>						
Cash and Cash Equivalents	\$ 2,187,914	\$ 12,620	\$ 9,118,108	\$ (9,437,258)	\$ -	\$ 1,881,384
<b>Participant Options <sup>(2)</sup></b>						
T. Rowe Price						
Target 2005 Fund	-	-	-	-	-	-
Target 2010 Fund	44,008,951	305,634	113,126	(26,346)	(414,525)	43,986,841
Target 2015 Fund	83,110,628	1,404,593	288,291	(239,993)	(700,023)	83,863,497
Target 2020 Fund	19,379,010	575,448	111,925	(95,233)	93,296	20,064,446
Target 2025 Fund	1,381,454	40,343	16,171	(826)	576,573	2,013,715
Alaska Balanced Fund	1,108,192,760	11,981,373	3,847,066	(5,442,064)	(3,120,857)	1,115,458,278
Long Term Balanced Fund	87,316,347	1,593,109	2,582,099	(1,076,893)	41,007	90,455,669
Small-Cap Stock Fund	53,202,039	3,664,334	293,845	(684,752)	(145,631)	56,329,835
Stable Value Fund	125,570,150	425,311	292,489	(867,352)	1,590,750	127,011,348
	1,522,161,339	19,990,145	7,545,014	(8,433,459)	(2,079,411)	1,539,183,629
State Street Global Advisors						
Daily Government/Corporate Bond Fund Series A	39,542,982	(52,983)	144,341	(86,040)	66,207	39,614,508
S&P 500 Stock Index Fund Series A	258,693,534	6,824,944	1,037,619	(1,505,691)	(6,742,587)	258,307,818
	298,236,516	6,771,961	1,181,960	(1,591,731)	(6,676,380)	297,922,326
Barclays Global Advisors						
Tactical Asset Allocation Fund	27,695,650	323,876	104,375	(155,443)	(48,316)	27,920,141
Brandes Institutional						
International Equity Fund	69,189,763	2,674,465	381,292	(460,763)	8,033,960	79,818,717
Capital Guardian Trust Company						
Global Balanced Fund	51,935,108	1,729,447	192,302	(433,795)	1,386,135	54,809,196
Citizens Advisers						
Citizens Core Growth Fund	28,618,170	885,167	141,768	(292,403)	(615,989)	28,736,714
Total Externally Managed Funds	1,997,836,546	32,375,061	9,546,710	(11,367,595)	-	2,028,390,723
<b>Total All Funds</b>	<b>\$ 2,000,024,460</b>	<b>\$ 32,387,681</b>	<b>\$ 18,664,819</b>	<b>\$ (20,804,853)</b>	<b>\$ -</b>	<b>\$ 2,030,272,107</b>

Notes:

(1) Represents net contributions in transit to/from the record keeper. Invested assets are under the fiduciary responsibility of the Commissioner of Revenue.

(2) Source data provided by the record keeper, Great West Life.

(3) Includes fees.

**ALASKA RETIREMENT MANAGEMENT BOARD**  
**Supplemental Annuity Plan**  
**Schedule of Invested Assets**  
**with**  
**Schedule of Investment Income and Changes in Invested Assets**  
**By Month Through the Month Ended January 31, 2006**  
**\$ (Thousands)**

	<u>July</u>	<u>August</u>	<u>September</u>	<u>October</u>	<u>November</u>	<u>December</u>	<u>January</u>
<b><u>Invested Assets (At Fair Value)</u></b>							
Investments with Treasury Division <sup>(1)</sup>							
Cash and cash equivalents	\$ 1,307	\$ 1,236	2,044	2,006	2,259	2,188	1,881
Investments with T. Rowe Price							
Target 2005 Fund	14,460	14,318	14,902	15,040	13,239	-	-
Target 2010 Fund	46,429	46,152	45,969	45,159	44,417	44,009	43,987
Target 2015 Fund	84,870	83,336	82,976	81,327	82,990	83,111	83,863
Target 2020 Fund	17,701	17,618	17,988	18,026	19,663	19,379	20,064
Target 2025 Fund	-	-	-	-	1,129	1,381	2,014
Alaska Balanced Fund	1,114,153	1,114,376	1,107,947	1,090,181	1,103,759	1,108,193	1,115,458
Long Term Balanced Fund	73,851	75,186	77,249	79,235	85,333	87,316	90,456
Small-Cap Stock Fund	49,206	46,803	47,561	44,271	54,000	53,202	56,330
Stable Value Fund	112,337	114,413	115,155	116,861	113,408	125,570	127,011
Investments with State Street Global Advisors							
Daily Government/Corporate Bond Fund Series A	41,100	43,608	43,802	42,440	39,464	39,543	39,615
S&P 500 Stock Index Fund Series A	266,861	259,550	256,295	253,984	260,128	258,694	258,308
Investments with Barclays Global Investors							
Tactical Asset Allocation Fund	27,072	27,388	27,896	26,621	27,730	27,696	27,920
Investments with Brandes Investment Partners							
International Equity Fund	50,617	57,199	61,999	63,803	62,844	69,190	79,819
Investments with Capital Guardian							
Global Balanced Fund	46,374	48,092	49,151	47,266	50,314	51,935	54,809
Investments with Citizens Advisers							
Citizens Core Growth Fund	24,844	23,214	24,141	23,743	28,700	28,618	28,737
<b>Total Invested Assets</b>	<b>\$ <u>1,971,182</u></b>	<b>\$ <u>1,972,490</u></b>	<b><u>1,975,075</u></b>	<b><u>1,949,962</u></b>	<b><u>1,989,378</u></b>	<b><u>2,000,024</u></b>	<b><u>2,030,272</u></b>
<b><u>Change in Invested Assets</u></b>							
Beginning Assets	\$ 1,944,218	\$ 1,971,182	1,972,490	1,975,075	1,949,962	1,989,378	2,000,024
Investment Earnings	31,260	4,869	3,452	(23,574)	41,805	14,206	32,388
Contributions	19,574	19,824	18,724	18,234	18,097	17,058	18,665
Withdrawals	(23,870)	(23,387)	(19,591)	(19,773)	(20,487)	(20,616)	(20,805)
<b>Ending Invested Assets</b>	<b>\$ <u>1,971,182</u></b>	<b>\$ <u>1,972,490</u></b>	<b><u>1,975,075</u></b>	<b><u>1,949,962</u></b>	<b><u>1,989,378</u></b>	<b><u>2,000,024</u></b>	<b><u>2,030,272</u></b>

<sup>(1)</sup> Invested assets are under the fiduciary responsibility of the Commissioner of Revenue.

**ALASKA RETIREMENT MANAGEMENT BOARD**  
**Deferred Compensation Plan**  
**Schedule of Invested Assets and**  
**Changes in Invested Assets for the Month Ended**  
**January 31, 2006**

	<b>Beginning Invested Assets</b>	<b>Investment Income</b>	<b>Contributions</b>	<b>Withdrawals <sup>(1)</sup></b>	<b>Transfers in (out)</b>	<b>Ending Invested Assets</b>
<b>Participant Options</b>						
T. Rowe Price						
Interest Income Fund	\$ 128,462,974	\$ 461,327	\$ 617,982	\$ (1,207,694)	\$ (379,066)	\$ 127,955,523
Small Cap Stock Fund	61,078,907	4,284,028	397,733	(267,574)	(652,494)	64,840,600
Total Investments with T. Rowe Price	<u>189,541,881</u>	<u>4,745,355</u>	<u>1,015,715</u>	<u>(1,475,268)</u>	<u>(1,031,560)</u>	<u>192,796,123</u>
Barclays Global Investors						
Intermediate Bond Fund	9,192,829	(1,952)	69,200	(46,929)	266,609	9,479,757
Government/Credit Bond Fund	25,536,765	(45,610)	167,290	(187,433)	193,965	25,664,976
S&P 500 Index Fund	133,394,637	3,571,350	875,001	(672,481)	(2,744,544)	134,423,963
Tactical Asset Allocation Fund	28,381,495	334,244	245,730	(125,196)	(168,786)	28,667,487
Total Investments with Barclays Global Investors	<u>196,505,726</u>	<u>3,858,031</u>	<u>1,357,221</u>	<u>(1,032,039)</u>	<u>(2,452,757)</u>	<u>198,236,184</u>
Capital Guardian Trust Company						
Global Balanced Fund	36,958,433	1,232,996	340,440	(191,381)	1,188,166	39,528,655
Brandes Institutional						
International Equity Fund	42,651,869	1,632,819	397,002	(158,704)	2,468,996	46,991,982
Citizens Advisers						
Citizens Core Growth Fund	6,865,785	212,794	83,078	(25,265)	(172,846)	6,963,546
<b>Total All Funds</b>	<u>\$ 472,523,694</u>	<u>\$ 11,681,995</u>	<u>\$ 3,193,457</u>	<u>\$ (2,882,657)</u>	<u>\$ -</u>	<u>\$ 484,516,490</u>

<sup>(1)</sup> Includes fees.

Source data provided by the record keeper, Great West Life.

**ALASKA RETIREMENT MANAGEMENT BOARD**  
**Deferred Compensation Plan**  
**Schedule of Invested Assets**  
**with**  
**Schedule of Investment Income and Changes in Invested Assets**  
**By Month Through the Month Ended January 31, 2006**  
**\$ (Thousands)**

	<u>July</u>	<u>August</u>	<u>September</u>	<u>October</u>	<u>November</u>	<u>December</u>	<u>January</u>
<b><u>Invested Assets</u></b> (at fair value)							
Investments with T. Rowe Price							
Interest Income Fund							
Cash and cash equivalents	\$ 7,067	\$ 7,264	5,709	7,635	6,798	5,029	6,479
Synthetic Investment Contracts	123,847	124,811	124,829	122,548	122,609	123,434	121,477
Investments with Barclays Global Investors							
Intermediate Bond Fund	9,083	9,355	9,492	9,266	9,190	9,193	9,480
Government/Credit Bond Fund	26,404	27,111	27,328	26,338	25,633	25,537	25,665
S&P 500 Index Fund	134,047	131,094	130,608	129,156	133,390	133,395	134,424
Tactical Asset Allocation Fund	27,358	27,714	28,023	27,434	28,147	28,381	28,667
Investments with Capital Guardian Trust Company							
Global Balanced Fund	33,126	33,823	34,441	34,031	35,550	36,958	39,529
Investments with Brandes Institutional							
International Equity Fund	34,233	36,267	38,438	38,121	39,626	42,652	46,992
Investments with Citizens Advisers							
Citizens Core Growth Fund	5,482	5,274	5,718	5,663	6,880	6,866	6,964
<b>Total Invested Assets</b>	<b>\$ 459,632</b>	<b>\$ 460,405</b>	<b>462,614</b>	<b>456,801</b>	<b>468,952</b>	<b>472,524</b>	<b>484,516</b>
<b><u>Change in Invested Assets</u></b>							
Beginning Assets	\$ 449,531	\$ 459,632	460,405	462,614	456,801	468,952	472,524
Investment Earnings	10,829	368	3,371	(5,338)	11,524	3,653	11,682
Contributions	2,613	2,950	2,739	2,697	2,912	3,046	3,193
Withdrawals	(3,340)	(2,546)	(3,901)	(3,172)	(2,286)	(3,126)	(2,883)
<b>Ending Invested Assets</b>	<b>\$ 459,632</b>	<b>\$ 460,405</b>	<b>462,614</b>	<b>456,801</b>	<b>468,952</b>	<b>472,524</b>	<b>484,516</b>

Source data provided by the record keeper, Great West Life.